RAILROAD COMMISSION OF TEXAS OFFICE OF GENERAL COUNSEL

OIL AND GAS DOCKET NO. 03-0263861 IN THE LIVINGSTON (WILCOX) FIELD, POLK COUNTY, TEXAS

FINAL ORDER
ESTABLISHING THE MOST EFFICIENT RATE OF PRODUCTION
AND INCREASED NET GAS-OIL RATIO AUTHORITY
FOR THE WINTERS LEASE, WELL NO. 1
LIVINGSTON (WILCOX) FIELD
POLK COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on June 30, 2010, the presiding examiner has made and filed a report and recommendation containing findings of fact and conclusions of law, for which service was not required; that the proposed application is in compliance with all statutory requirements; and that this proceeding was duly submitted to the Railroad Commission of Texas at conference held in its offices in Austin, Texas.

The Commission, after review and due consideration of the examiner's report and recommendation, the findings of fact and conclusions of law contained therein, hereby adopts as its own the findings of fact and conclusions of law contained therein, and incorporates said findings of fact and conclusions of law as if fully set out and separately stated herein.

Therefore, it is ordered by the Railroad Commission of Texas that the most efficient rate of production at the current time for the Unit Petroleum Company - Winters Lease (25359) Well No. 1 in the Livingston (Wilcox) Field, Polk County, Texas is established at 150 BOPD. It is further ordered by the Railroad Commission of Texas that Unit Petroleum Company is hereby granted permission to produce Winters Lease (25359) Well No. 1 in the Livingston (Wilcox) Field, Polk County, Texas, under increased net gas-oil ratio authority with a casinghead gas limit of 1,500 MCFD. It is further ordered the subject well's oil allowable shall not be penalized unless the above permitted casinghead gas limit is exceeded. It is further ordered that all overproduction for the subject lease is hereby canceled..

Done this 14th day of September, 2010.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by OGC Unprotested Master Order dated September 14, 2010)